GOVERNMENT OF TELANGANA ABSTRACT

MA&UD Department – Greater Hyderabad Municipal Corporation – Construction of Multi Level Flyovers and Junctions at various (20 projects) important places in GHMC Area under Strategic Road Development Programme in Phase-I on EPC mode –Administrative Sanction - Accorded.

MUNICIPAL ADMINISTRATION & URBAN DEVELOPMENT (F2) DEPARTMENT

G.O.Ms.No.121

Dated. 08.09.2015 Read the following:-

- 1. G.O.Rt.No.208, MA & UD (F2) Dept., Dt:30.05.2015.
- 2. G.O. Rt. No. 232, MA & UD (F2) Dept., dt: 20.6.2015.
- **3**. G.O. Ms. No. 94, MA & UD (F2) Dept., dt: 24.7.2015.
- **4.** From the Commissioner & Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad, Lr. No. GHMC/ENC/SE(P-WZ)/PD-WZ-I/15-16, Dated: 05.09.15.
- **5.** From the Commissioner & Special Officer, GHMC, Hyderabad, Letter No.GHMC/ENC/SE(P-WZ)/PD-WZ-I/15-16/246, dated. 08.09.2015

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ORDER:

In the G.O. 1st read above, Government have accorded in principle approval for construction of flyovers/junctions for the proposed 20 projects under DBMT- Annuity mode of procurement under PPP subject to approval of the financial and operational model of the project subsequently by the Government. In the G.O.2nd read above, High Level Committee (HLC) has been constituted to Co-ordinate the project works. In the G.O. 3rd read above, Government have sanctioned to take Strategic Road Development Programme for construction of 20 Multi-Level Flyovers and Junctions in different area of GHMC mentioned in G.O.1st read above under Phase-I subject to certain conditions therein.

- **2**. The Commissioner & Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad in his letter 4th read above, have informed that according to orders issued in G.O. 3rd read above, tender notification for 18 projects to the extent of PPRs available under SRDP Phase-I works was issued vide Tender Notice No.10/SE (P-WZ)/GHMC/2015-16 Dated: 07.08.2015. In the Pre Bid meeting certain agencies have raised apprehensions on the proposed project, mainly on the (i) Bankability of the said EPC-Deferred Annuity Payment Document (ii) Compensation on account of delays not attributable to the contractor etc.
- 3. The Commissioner & Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad has further informed that the EPC mode is not only having all the advantages of BOT annuity and the EPC Deferred Annuity Payment Mode contracts but also eliminates all the demerits of BOT Annuity mode like exorbitant amount of claims by the Contractors / Concessionaires in the event of departmental delays in handing over of encumbrance free sites in typical Urban sites on account of (i) Land Acquisition, ii) Utility shifting, iii) Tree translocation/cutting leading to huge loss to Government exchequer without much fruitful work done. Further, EPC mode will be more appropriate in the present typical Urban Metro Scenario to achieve the targets within the reasonable time frame without much financial burden to the department on account of department delays. Also informed that the GHMC is taking up construction of Grade Separators / flyovers under EPC mode of contract for the past 10 years and successfully completed the projects.
- <u>4</u> The Commissioner & Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad has therefore, requested to accord approval for calling fresh package wise tenders for 20 junctions for which PPRs are readily available under EPC mode as per G.O.Ms. No: 504, MA & UD (A1) Department, Dated.12.07.2007 superceding G.O. Ms. No. 94, M.A & U.D (F2) Department,

Dated: 24.07.2015 and also to accord administrative sanction for Rs. 4051.00 Crores (Rs. 2631.00 + 1420.00 crores) to take-up the 20 Multi level flyovers and junctions in different area of GHMC duly cancelling the tenders invited under EPC deferred annuity mode. The expenditure will be met from the GHMC Budget.

- **<u>5</u>**. Government after careful examination of the proposal of Commissioner & Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad, in supersession of orders issued in the reference 3rd read above, hereby accord administrative sanction for 20 projects consisting Flyovers / Junctions with an outlay of Rs. 2631 crores for civil works (excluding land acquisition cost) as proposed in the letter 4th & 5th read above, to execute the works on EPC mode in different packages and also permission to acquire the properties simultaneously, duly meeting the expenditure from the GHMC funds.
- **<u>6</u>** This order issues with the concurrence vide Spl. C.S. to Govt., Finance Department Peshi No.677/Spl. CS/2015, Dated: 8.9.2015.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)

M.G.GOPAL PRINCIPAL SECRETARY TO GOVERNMENT

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The Commissioner & Special Officer,

Greater Hyderabad Municipal Corporation, Hyderabad,

Copy to:

The P.S. to Principal Secretary to Chief Minister

The P.S. to Chief Secretary to Government

The P.S. to Special Chief Secretary, Finance Department

The P.S. to Principal Secretary to Govt., MA & UD Department

The Metropolitan Commissioner,

Hyderabad Metropolitan Development Authority, Hyderabad Sc/Sf.

// FORWARDED :: BY ORDER //

SECTION OFFICER